



**"Home of the
Fishless Derby"**

Second Sunday In February

CITY OF COTTONWOOD

COTTONWOOD, MINNESOTA 56229

MUNICIPAL BUILDING

PHONE 423-6488

May 28, 1985

Legislative Reference Library
111 State Capitol
St. Paul, MN 55155

Dear Sirs:

Enclosed you will find a copy of the Cottonwood Volunteer Firemen's Relief Association's most recent Acturial Survey that is for your records.

Thank you.

Very truly yours,

Gregory J. Isaackson
Clerk-Administrator
City of Cottonwood

Enclosure.

F I L I N G I N S T R U C T I O N S

F O R

S T A T E F I R E A I D Y E A R 1985

S C H E D U L E S I - I I - I I I

Schedules I-II-III must be filed by relief associations paying lump sum benefits. A copy of this set of Schedules should have been filed with your governing body by August 1, 1984. If you have not done so already, please complete these Schedules and send a copy of them to the Department of Revenue along with your Relief Association Annual Financial Report when applying for state fire aid on or before June 1, 1985.

STATE FIRE AID YEAR 1985

FIREFIGHTERS RELIEF ASSOCIATION of Cottonwood

SCHEDULE I

Computation of benefit liability of relief association special fund (at \$250 per year of service) for all members based on their years of service as active fire department members.

1	2	3	4	5	6	7
(Age as of 12/31/84)		F.D.	1984	1985		
Name	Age	Entry Date	To End of this Year Yrs. Act Service	To End of next Year Yrs. Act Service	To End of next Year Yrs. Act Service	Accrued Liability
1 Steve Alm	32	5/77	8	1,440	9	1,665
2 Roger Breyfogle	33	5/77	8	1,440	9	1,665
3 Doug Buysse	26	4/83	2	310	3	475
4 Jeff Dahl	32	5/82	3	475	4	650
5 Joel Dahl	30	4/83	2	310	3	475
6 John Dahl	38	8/75	9	1,665	10	1,900
7 Paul Geihl	27	11/79	5	835	6	1,025
8 Greg Gniffke	30	5/77	8	1,440	9	1,665
9 Greg Isaackson	34	7/74	10	1,900	11	2,145
10 Bob Javens	51	6/67	18	4,245	19	4,610
11 Dave Johnson	27	11/79	5	835	6	1,025
12 Gordon Knutson	55	3/70	15	3,260	16	3,570
13 Bill Kroger	39	11/65	19	4,610	20	5,000
14 Neil Kroger	26	4/83	2	310	3	475
15 Greg Laleman	34	7/74	10	1,900	11	2,145
16 Al Martin	35	7/74	10	1,900	11	2,145
17 Mailen Pringle	34	7/74	10	1,900	11	2,145
18 Rick Rekedal	43	10/77	7	1,230	8	1,440
19 Don Rosa	52	7/72	12	2,405	13	2,675
20 Vince Stoks	50	8/67	17	3,900	18	4,245
21 Ernest Viaene	37	6/73	12	2,405	13	2,675
22 Barry Weidauer	30	5/82	3	475	4	650
23 Clayton Willhite	30	7/79	5	835	6	1,025
24 Dave Wiesen	26	5/84	1	150	2	310
25 Gene Vandeviere	40	6/75-6/82 & 5/84	7	1,230	8	1,440
26						
27 Dave Idso	48	6/60	22	5,400	22	5,400
28			(To collect retirement in 1991)			
29 Leonard Buysse	55	5/48	21	1,000	21	1,000
30			(To collect retirement in 1989 at age 60)			
31 Doug Warnke	44	5/62	20	5,000	20	5,000
32			(To collect retirement in 1995)			
33						
34						
35						
Total of Deferred Pensions, If Any						
Total of Unpaid Installments, If Any						
Total of Early Vested Pensions, If Any						
A.	Accrued Liability Thru Next Yr. (total, col. 7)					\$58,640.00
B.	Accrued Liability Thru This Yr. (total, col. 5)			\$52,805.00		52,805.00
C.	Subtract L. B. from L. A. (normal cost; enter here & on L 6, Sch III) —					\$5,835.00

Fractional years of service must be calculated to nearest full year.

Do not enter liability in Col's 5 or 7 for any person who will receive entire pension during this year.

For installment liability, enter amount which will be payable after end of this year in both col. 5 & col. 7.

If interest is to be paid on unpaid pensions, add interest for 1 year in col. 7.

A copy of these schedules must be presented to the City Council before Aug. 1 each year.

SCHEDULE II

Projection of Relief Association special fund assets to end of this year, (December 31, 1984)

Assets at January 1, 1984 (this year)

1. \$ 37,603.74

Anticipated income to end of this year

a) Minnesota State Aid \$ 4,648.00
b) Receipts from local taxes 707.22
c) Interest on investments 23.00
d) Other income

Total of lines a-b-c-d----- 2. \$ 5,378.22

Beginning assets plus estimated income for this year (L 1 + L 2)

3. \$ 42,981.96

Estimated disbursements through end of this year

e) Pensions \$
f) Other benefits
g) MSFDA or VFBA dues, if any 81.00
h) Administrative & overhead 25.00

Total of lines e-f-g-h----- 4. \$ 106.00

Projected assets at end of this year 12/31/84 (L 3 - L 4)

5. \$ 42,875.96

Calculation of average special fund income per member (other than interest or investment income)

	State Aid	Municipal Support	10% of surplus (if any)
(1984) Last year	\$4,648.00	----	----
(1983) 2 years ago	4,237.00	----	----
(1982) 3 years ago	4,866.07	----	527.90
Totals	\$13,751.07	+	\$527.90 = \$14,278.97

Total 3 year income \$14,278.97 ÷ 3 = \$4,759.66 ÷ 25 (no. of members) = 6. \$ 190.39

CERTIFICATION OF SPECIAL FUND REQUIREMENTS

STATE OF MINNESOTA)
City of Cottonwood) ss
COUNTY OF Lyon)
Gordon Knutson, President, Mailen Pringle, Secretary, and John Dahl, Treasurer of the Cottonwood Relief Association, each for himself acknowledges and states that the accompanying schedules have been prepared in accordance with the provisions of the Volunteer Firefighters' Relief Association Guidelines Act of 1971, as amended, that the schedules reflect the condition of the Association's SPECIAL FUND projected to the end of this year; that the schedules are correct and complete to the best of our knowledge, information and belief; that the financial requirements of said SPECIAL FUND for the next year are:

No support needed (surplus shown)

_____ DOLLARS (\$ _____); and that the average non-investment income per member of said SPECIAL FUND for the past 3 years was \$190.39 per Minn. Stats. 424A.02, Subd. 3.)

Acknowledged before me this

24th day of May, 1985

Notary Public

My commission expires

11-7-90

Gordon Knutson, President
Mailen Pringle, Secretary
John Dahl, Treasurer

SCHEDULE III

Computation of Financial Requirements for Next Year - 1985

	Column A	Column B	Column C
1. Assets from Line 5, Schedule II -----	\$ <u>42,875.96</u>		
2. Accrued liability to end of this year (from L.B, Sch I) -----	<u>52,805.00</u>		
3. a) If L2 is more than L1, subtract L1 from L2. Deficit -----	<u>9,929.04</u>		
b) If L1 is more than L2, subtract L2 from L1. Surplus -----			
If surplus exists, enter 10% of surplus amt. in col. C			
and go to Line 6. -----			
Amortization of deficit (or deficits) incurred prior to			
end of last year (see note).			
Year incurred	original amount (1)	amt. ret. in prior years (2)	amt. left to retire (3)
19 <u>82</u>	-----	-----	= -----
19 <u>83</u>	-----	-----	= -----
19 <u>84</u>	<u>\$9,929.04</u>	-----	= <u>\$9,929.04</u>
4. Total orig. deficit	<u>\$9,929.04</u>		<u>\$9,929.04</u>
		x 10% -----	<u>\$992.90</u>
5. Subtract col (3) total from Line 3 (a). (if col 3 is equal to or greater than line 3 (a), no new deficit exists.) If col 3 is less than line 3 (a), difference is new deficit. Enter -----			
Enter 10% of this new deficit in col. B -----			
6. Increase from Line C, Schedule I -----			<u>\$5,835.00</u>
7. Anticipated expenses Next Year, (other than pensions, or investments) -----			<u>175.00</u>
8. Anticipated income Next Year			
a) Minnesota State Aid -----		<u>\$4,880.00</u>	
b) 5% interest on amount of Line 1 above -----		<u>2,143.80</u>	
c) Other income (do not include local taxes or investment income) -----		<u>25.00</u>	
TOTAL 8 a+b+c -----			<u>\$7,048.80</u>
9. TOTAL, Column B -----		<u>\$7,002.90</u>	
10. TOTAL, Column C. -----			<u>\$7,048.80</u>
11. If line 9 is more than line 10, the difference is the amount of municipal support required. Certify this amount to city council before August 1, (bottom part of Schedule II) -----			
12. If Line 10 is more than Line 9, no municipal support is required. Certify that fact to council before August 1. Council is permitted to provide funds in excess of requirement.		No Municipal Support Required.	

Note: Deficits are generally retired in less than 10 years, because of increase in state aid, turnover gain and earned interest greater than 5%. If desired, the amount in col 2 may be increased so that the total of col 3 is equal to line 3 (a). If more than one deficit is being amortized (the law requires each deficit to be retired separately), adjust col 2 for the oldest deficit first. When col 2 equals col 1 for any deficit, that deficit has been retired and may be removed from the amortization schedule. Whenever a New Deficit appears in Line 5, the original amount of such deficit must be added to the amortization schedule the following year.